# GOVERNMENT OF INDIA
# DISINVESTMENT
# LOK SABHA

UNSTARRED QUESTION NO:5707
ANSWERED ON:30.04.2003
FALL IN PSU SCRIPS
YEMPARALA VENKATESWARA RAO

**Will the Minister of DISINVESTMENT be pleased to state:**

(a) whether there is a sharp fall in PSUs Scrips as reported in the Economic Times dated March 17, 2003;

(b) if so, the factual position in this regard;

(c) the reaction of the Government thereto alongwith the factors responsible for the same; and

(d) the steps taken by the Government in this regard?

## Answer

MINISTER OF COMMUNICATIONS AND INFORMATION TECHNOLOGY AND MINISTER OF DISINVESTMENT (SHF SHOURIE)

(a) & (b) Yes, Sir. A statement indicating the movement of share prices at different dates in respect of Engineers India Ltd., Shipping Corporation, Container Corporation of India, Dredging Corporation, NALCO, BPCL and HPCL is given at Annexure I.

(c) & (d) The movement of share prices depends on various factors. The decision on disinvestment and the process is one among the many factors. As indicated in the Annexure I, the BSEPSU index rose by 87% upto July 2002 and has come down marginally by 7% upto March ,03. The decrease in the BSEPSU index during the period from July 2002 to March 2003s in line with the trend of BSE sensex.

Annexure I referred to in part (a) of the Lok Sabha Unstarred Question NO.5707 for 30-4-2003 regarding fall in PSUs scrips

| Sr. No. | Name of the Company | Date (Rs.per Share) | Price Date (Rs.per Share) | Price increase over prev-ious column | Percent increase Dec.01 to Mar.03 | Date | Price (Rs.per Share) | Price increase over prev-ious column | Percent increase |
|---|---|---|---|---|---|---|---|---|---|
| 1 | Engg.India Ltd | 31.12.01 | 80 | 17.06.02 | 391 | 389 | 07.03.03 | 242 | -38 |
| | | 202 | 13.03.03 | 249 | | | | | |
| 2 | Shipping Corp. of India | 31.12.01 | 30 | 04.06.02 | 110 | 265 | 13.03.03 | 56 | -49 |
| | | 85 | | | | | | | |
| 3 | Container Corp. of India | 31.12.01 | 147 | 11.06.02 | 334 | 127 | 11.03.03 | 211 | -37 |
| | | 44 | | | | | | | |
| 4 | Dregging India Corporation Ltd. | 01.01.02 | 90 | 08.04.02 | 388 | 331 | 11.03.03 | 230 | -41 |
| | | 156 | | | | | | | |
| 5 | NALCO | 31.12.01 | 50 | 06.06.02 | 106 | 114 | 13.03.03 | 79 | -25 |
| | | 60 | | | | | | | |
| 6 | HPCL | 31.12.01 | 140 | 06.06.02 | 265 | 90 | 13.03.03 | 283 | 7 |
| | | 103 | | | | | | | |
| 7 | BPCL | 31.12.01 | 189 | 06.06.02 | 248 | 31 | 13.03.03 | 210 | -15 |
| | | 11 | | | | | | | |
| 8 | BSE PSU INDEX | 31.12.01 | 907 | 12.06.02 | 1673 | 84 | 13.03.03 | 1587 | -5 |
| | | 75 | | | | | | | |

15.07.02 1700 -7

9 BSE SEN 31.12.01 3263 12.06.02 3344 2 13.03.03 3108 -7 -5

Source : Reuters : BSE